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January 16, 2013

**RECEIVED**

JAN 24 2013

**VIA - FIRST CLASS MAIL**

The Honorable Jocelyn D. Boyd  
Chief Clerk/Administrator  
Public Service Commission of South Carolina  
101 Executive Center Drive  
Columbia, SC 29211

**PSC SC  
MAIL/DMS**

**RE: Update to Exhibit B of the Application of JACABB Utilities, LLC for approval of sewer rates, terms and conditions for The Shoals and Anchor Point in Anderson, South Carolina – Docket Number 2012-199-S.**

Dear Ms. Boyd:

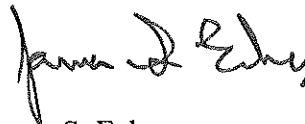
Enclosed is a revised copy of Exhibit B, Balance Sheet and Income & Expense Statements, for JACABB Utilities' application under Docket Number 2012-199-S. These updated financials are being filed after discussions with ORS and this is only an update to Exhibit B of the Application.

By copy of this letter, we are providing a copy of this correspondence to the Office of Regulatory Staff and enclose a certificate to that effect.

If you have any questions or need additional information, please do not hesitate to contact me.

Sincerely,

**ALLEN & EAKES**



James S. Eakes  
Attorney at Law

Enclosure

cc: Dukes Scott, Executive Director, ORS  
Stephen R. Goldie, JACABB Utilities, LLC

RECEIVED

JAN 24 2013

Kirk S. Messick, CPA, PA  
PO Box 773  
Seneca, South Carolina 29672  
864-882-5390

PSC SC  
MAIL / DMS

Independent Accountant's Compilation Report


Stephen Goldie, Member  
Jacabb Utilities, LLC  
Seneca, South Carolina

I have compiled the accompanying balance sheet of The Shoals Wastewater Utility (a component unit of Jacabb Utilities, LLC) as of December 31, 2011, and the related statements of income and changes in member's equity for the year then ended. I have not audited or reviewed the accompanying financial statements, and accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

The member is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The member has elected to omit substantially all of the disclosures and the statements of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements, they might influence the user's conclusions about the utilities financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

  
Kirk S. Messick, CPA

June 29, 2012

Re-issued date

December 21, 2012

## EXHIBIT B

**The Shoals Wastewater Utility**  
**(A component unit of JACABB Utilities, LLC)**  
**Balance Sheet**  
**December 31, 2011**

<u>Assets</u>	<u>2011</u>
Current Assets	
Customer Accounts Receivables	<u>\$5,363</u>
Fixed Assets	
Land and Land Rights	20,000
Treatment & Disposal Equipment	<u>33,221</u>
	53,221
Less Accumulated Depreciation	<u>(8,011)</u>
Net Fixed Assets	<u>45,210</u>
Total Assets	<u>\$50,573</u>
 <u>Liabilities and Member's Equity</u>	
Current Liabilities	
Accounts Payable	\$718
Accrued Income Taxes Payable	889
Amounts Due Other Member Utilities	125
Amounts Due Affiliated Companies	11,303
Current Portion of Long-Term Debt	<u>3,908</u>
Current Liabilities	<u>16,943</u>
Long Term Liabilities	
Note Payable - Affiliated Company	39,745
Less Current Portion	<u>(3,908)</u>
Net Long-Term Liabilities	<u>35,837</u>
Total Liabilities	<u>52,780</u>
Member's Equity (Deficit)	<u>(2,207)</u>
Total Liabilities and Member's Equity	<u>\$50,573</u>

See Independent Accountant's Compilation Report

EXHIBIT B

**The Shoals Wastewater Utility**  
**(A component unit of JACABB Utilities, LLC)**  
**Statement of Income and Changes in Member's Equity**  
**For the year ended in December 31, 2011**

<u>Revenues</u>	<u>2011</u>
Residential Flat Rate	<u>\$41,131</u>
<u>Expenses</u>	
Purchased Power	5950
Chemicals	1,617
Contractual Services:	
Professional	--
Accounting	602
Management Fees	19,371
Testing	2,445
Other	3,308
Insurance	964
Regulatory Commission Expense	662
Miscellaneous	2,641
Depreciation	2,325
Interest Expense - Affiliate	2,088
Provision (Benefit) for Income Taxes	889
Property Taxes	<u>363</u>
Total Expense	<u>43,225</u>
Net Income (Loss)	(\$2,094)
Member's Equity (Deficit), Beginning	<u>(113)</u>
Member's Equity (Deficit), Ending	<u>(\$2,207)</u>

See Independent Accountant's Compilation Report

**BEFORE**  
**THE PUBLIC SERVICE COMMISSION OF**  
**SOUTH CAROLINA**  
**DOCKET NO. 2012-199-S**

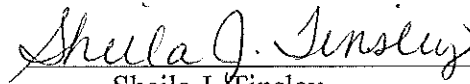
IN RE:

Update to Exhibit B of the Application of )  
JACABB Utilities, LLC for approval of )  
sewer rates terms and conditions for )  
The Shoals and Anchor Point in Anderson )  
County, South Carolina )

**CERTIFICATE OF SERVICE**

This is to certify that I have caused to be served this day one (1) copy of the  
**Update to Exhibit B of the Application** by placing same in the care and custody of the  
United States Postal Service with first class postage affixed thereto and addressed as  
follows:

Dukes Scott  
**Office of Regulatory Staff**  
1401 Main Street, Suite 900  
Columbia, SC 29201

  
\_\_\_\_\_  
Sheila J. Tinsley

Seneca, South Carolina  
This 31<sup>st</sup> day of January 2013